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April 11, 2018

Via E-filing

Clerk, United States District Court District of New Jersey M.L. King, Jr. Federal Bldg. & U.S. Courthouse 50 Walnut Street Newark, New Jersey 07102

Re: <u>Vision Industries Group, Inc. v. Acu Plasmold, Inc., ABC Companies 1-10 and XYZ Corporations 1-10</u>
Civil Action No.:

Dear Sir or Madam:

Enclosed herewith please find the following:

- 1. Complaint; and
- 2. Civil Cover Sheet

Please file the original. Kindly charge any applicable filing fee to our Attorney Collateral Account #140579. Thank you.

Very truly yours,

Evelyn Dangan EVELYN A. DONEGAN

EAD/psg Encs. EVELYN A. DONEGAN, ESQ. (040481983) RUBIN, KAPLAN & ASSOCIATES A Professional Corporation 200 Centennial Avenue, Suite 110 Piscataway, New Jersey 08854 (732) 463-7511 Attorneys for Plaintiff, Vision Industries Group, Inc.

UNITED STATES DISTRICT COURT DISTRICT OF NEW JERSEY

VISION INDUSTRIES GROUP, INC.,

Plaintiff,

Civil Action No.:

v.

ACU PLASMOLD, INC. and ABC COMPANIES 1-10, (said companies being fictitious), and XYZ CORPORATIONS 1-10, (said corporations being fictitious),

Defendants.

COMPLAINT

COMPLAINT

Plaintiff Vision Industries Group, Inc. (hereinafter "Vision Industries"), by and through its counsel, Evelyn A. Donegan, Esq., of Rubin, Kaplan & Associates, complain against Acu Plasmold, Inc. (hereinafter "Acu") and ABC Companies (1-5), said companies being fictitious, and alleges upon knowledge as to itself and otherwise upon information and belief as follows:

NATURE OF THE ACTION

1. This is a breach of contract action by a New Jersey Corporation for breach of a distributorship agreement and breach of the covenant of good faith and fair dealing with a company formed in Canada.

JURISDICTION AND VENUE

- 2. This Court has subject matter jurisdiction over all causes of actions set forth herein based upon 28 U.S.C. § 1332(a)(2), and pursuant to the supplemental jurisdiction of this Court for all non-federal causes of action under 28 U.S.C. § 1367.
- 3. This Court has personal jurisdiction over Defendants by virtue of, *inter alia*, (a) Defendant Acu Plasmold, Inc.'s having business relations within the State of New Jersey and conducting regular business transactions therein, giving it the requisite minimum contacts with the state required to be subject to jurisdiction therein; (b) Defendant Acu Plasmold, Inc. ("ACU Canada") having a place of business at 270 Esna Park Drive, Unit 9-10, Markham, Ontario, L3R1H3 Canada contracting with plaintiff, a New Jersey Corporation, to give plaintiff an exclusive sales territory of the United States, including New Jersey, for sales of defendant's products; and (c) Defendant Acu Plasmold has an American company affiliated with it known as Acu Plasmold, USA, Inc. in Rosemead, California. Acu Canada and Acu Plasmold, USA, Inc. have the same CEO.
- 4. Venue is proper in this judicial district and division since plaintiff is a New Jersey Corporation located at 500 Metuchen Road, South Plainfield, New Jersey.
 - 5. The amount in controversy exceeds \$75,000.

THE PARTIES TO THE COMPLAINT

6. Plaintiff Vision Industries Group, Inc. ("Vision Industries") is a New Jersey Corporation with its principal place of business at 500 Metuchen Road, South Plainfield, New Jersey 07080.

- 7. Defendant Acu Plasmold, Inc. ("Acu") is believed to be an Ontario Canada Corporation, having a principal place of business at 270 Esna Park Drive, Unit 9-10, Markham Ontario, L3R1H3 Canada.
- 8. Defendants ABC Companies 1-10 and XYZ Corporations 1-10 are fictitious persons or entities whose present identity and address are unknown, who have also breached their obligations to Plaintiff, or who assisted, conspired, or otherwise cooperated with the other Defendants in the acts complained of herein.

BACKGROUND

- 9. Plaintiff and Defendant entered into a Distribution Agreement dated November 2015 ("Distribution Agreement").
- 10. Plaintiff is in the business of selling windows and windows related products and components.
- 11. Defendant Acu is in the business of manufacturing and/or supplying windows, window related products and components.
- 12. Plaintiff began its preparations to sell products manufactured and/or supplied by defendant.
- 13. These preparations involved significant costs in excess of \$230,000 for advertising in Door and Window Market Magazine, hiring consultants, appearances at the Las Vegas trade show with booth, sample costs, appearance at the Atlanta trade show with booth, prototypes, sample creation, and testing fees.

- 14. Upon placing the initial orders for product with the defendant, there was no satisfactory response from defendant as to when the plaintiff would provide the products.
- 15. Plaintiff cannot move forward with obtaining orders for products unless plaintiff can receive the supplies of products defendant is obligated to supply.

FIRST CAUSE OF ACTION

(BREACH OF CONTRACT)

- 16. Paragraphs 1 through 15 are realleged and incorporated herein by reference.
- 17. Defendant has breached its obligation under the Distribution Agreement to sell the product to plaintiff.
- 18. Plaintiff ordered products from defendant to be able to resell to its potential customers.
 - 19. Defendant refused to sell the products to plaintiff.
 - 20. Defendant increased the prices of some products without notice.
- 21. As a result plaintiff has incurred damages due to defendant's breach of its contract to supply products.
- 22. Plaintiff has incurred financial losses and will continue to do so due to defendant's breaches.

SECOND CAUSE OF ACTION

(BREACH OF COVENANT OF GOOD FAITH AND FAIR DEALING)

- 23. Paragraphs 1 through 22 are realleged and incorporated herein by reference.
- 24. It is implied under the Distribution Agreement that each party would proceed in good faith.
- 25. It is implied under the Distribution Agreement that defendant would sell the products to plaintiff when ordered by the plaintiff.
- 26. It is implied under the Distribution Agreement that the defendant would properly test and certify its products that it has developed to sell to plaintiff in fulfillment of the Distributorship.
- 27. It is implied under the Distribution Agreement that the defendant will not alter its pricing to plaintiff unreasonably, exorbitantly or without notice so as to disrupt the flow of products to plaintiff.
- 28. The defendant was aware that plaintiff would of necessity incur substantial expenses in setting up to become the exclusive U.S. distributor.
- 29. In bad faith, defendant has failed and refused to supply the goods ordered by plaintiff.
- 30. In bad faith, defendant has made demands that plaintiff pay for portions of defendant's own product testing and there is no requirement under the Distributor Agreement for plaintiff to do so.
- 31. In bad faith, defendant has altered its pricing unreasonably, exorbitantly or without notice. Specific prices were not explicitly stated in the Distribution Agreement.

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32. Plaintiff has incurred financial losses and will continue to do so due to defendant's breaches of the implied covenant of good faith and fair dealing.

THIRD CAUSE OF ACTION

(ABC Companies 1-10, XYZ Corporations 1-10)

- 33. Paragraphs 1 through 32 are realleged and incorporated herein by reference.
- 34. Defendants ABC Companies 1-10 and XYZ Corporations 1-10 are unknown suppliers or manufacturers who caused price increases, refused to supply products and induced plaintiff to expend funds in reliance on the Distribution Agreement.
- 35. The actions described in paragraph 34 above were taken by ABC Companies 1-10 and XYZ Corporations 1-10 in breach of their obligations to plaintiff.
- 36. As a result of the actions of the ABC Companies 1-10 and XYZ Corporations 1-10, plaintiff has been damaged and will continue to incur damages.

PRAYER FOR RELIEF

WHEREFORE, Plaintiff demands judgment against the defendant as follows:

- 1. Monetary damages for all the expenses incurred by plaintiff in setting up to fulfill the role of U.S. distributor;
- 2. Monetary damages for lost profits from the sale of defendant's products which have been withheld from plaintiff;
- 3. An order compelling defendant to comply with its obligations under the Distribution Agreement; and

4. Such other and further relief as the Court may deem in the interest of justice.

Respectfully submitted,

Date: April 11, 2018

By:/s/ Evelyn A. Donegan EAD 6720 EVELYN A. DONEGAN, ESQ. RUBIN, KAPLAN & ASSOCIATES ATTORNEYS FOR PLAINTIFF 200 Centennial Avenue, Suite 110 Piscataway, New Jersey 08854 732-463-7511 edonegan@rkalaw.com (Email)

CERTIFICATION PURSUANT TO LOCAL CIVIL RULE 11.2

The undersigned hereby certifies, pursuant to Local Civil Rule 11.2, that with respect to the matter in controversy herein, neither plaintiff nor plaintiff's attorney is aware of any other action pending in any court, or any pending arbitration or administrative proceeding, to which this matter is subject.

Respectfully submitted,

Date: April 11, 2018

By:/s/ Evelyn A. Donegan EAD 6720 EVELYN A. DONEGAN, ESQ. RUBIN, KAPLAN & ASSOCIATES ATTORNEYS FOR PLAINTIFF 200 Centennial Avenue, Suite 110 Piscataway, New Jersey 08854 732-463-7511 edonegan@rkalaw.com (Email) JS 44 (Rev. 06/17)

CIVIL COVER SHEET

The JS 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEE INSTRUCTIONS ON NEXT PAGE OF THIS FORM.)

I. (a) PLAINTIFFS				DEFENDANTS						
VISION INDUSTRIES GROUP, INC.				ACU PLASMOLD, INC. ABC Companies 1-10 & XYZ Corporations 1-10						
(b) County of Residence of First Listed Plaintiff Middlesex				County of Residence of First Listed Defendant						
(EXCEPT IN U.S. PLAINTIFF CASES)				(IN U.S. PLAINTIFF CASES ONLY) NOTE: IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE TRACT OF LAND INVOLVED.						
				THE TRACT	I OF LAND IN	IVOLVED.				
(c) Attorneys (Firm Name, Address, and Telephone Number) Rubin, Kaplan & Associates 200 Centennial Avenue, Suite 110 Piscataway, NJ 08854				Attorneys (If Known)						
h	CTION			TITELICIA OF T	DINIOID	T. B. (WOLLE)				
				III. CITIZENSHIP OF PRINCIPAL PARTIES (Place an "X" in One Box for Plaintiff (For Diversity Cases Only) and One Box for Defendant)						
Plaintiff C.	(U.S. Government Not a Party)		Citizo	itizen of This State						
2 U.S. Government Defendant	■ 4 Diversity (Indicate Citizenship of Parties in Item 111)		Citize	en of Another State				□ 5	□ 5	
				Citizen or Subject of a 3 3 Foreign Nation 6 6 6						
IV. NATURE OF SUIT (Place an "X" in One Box Only) Click here for: Nature of Suit Code Descriptions. CONTRACT TORTS FORFEITURE/PENALTY BANKRUPTCY OTHER STATUTES										
□ 110 Insurance □ 120 Marine □ 130 Miller Act □ 140 Negotiable Instrument □ 150 Recovery of Overpayment & Enforcement of Judgment □ 151 Medicare Act □ 152 Recovery of Defaulted Student Loans (Excludes Veterans) □ 153 Recovery of Overpayment of Veteran's Benefits □ 160 Stockholders' Suits ズ 190 Other Contract □ 195 Contract Product Liability □ 196 Franchise REAL PROPERTY □ 210 Land Condemnation □ 220 Foreclosure □ 230 Rent Lease & Ejectment □ 240 Torts to Land □ 245 Tort Product Liability □ 290 All Other Real Property	PERSONAL INJURY ☐ 310 Airplane ☐ 315 Airplane Product Liability ☐ 320 Assault, Libel &	PERSONAL INJUR 365 Personal Injury - Product Liability Pharmaceutical Personal Injury Product Liability Product Liability Product Liability Personal Injury Product Liability PERSONAL PROPER 370 Other Fraud 371 Truth in Lending 380 Other Personal Property Damage Product Liability PRISONER PETITION Habeas Corpus: 463 Alien Detainee 510 Motions to Vacate Sentence 530 General 535 Death Penalty Other: 540 Mandamus & Othe 550 Civil Rights 555 Prison Condition	X	Date Labor 1 USC 881 0 Other LABOR 0 Fair Labor Standards Act 0 Labor/Management Relations 0 Railway Labor Act 1 Family and Medical Leave Act 0 Other Labor Litigation 1 Employee Retirement Income Security Act 1 Immigration 1 Employee Retirement Income Security Act 1 Immigration 1 Other Immigration Actions 1 Other Immigration Actions	422 Appe	al 28 USC 158 drawal SC 157 RTYRIGHTS rights tt - Abbreviated Drug Application mark SECURITY (1395ff) Lung (923) C/DIWW (405(g)) Title XVI 405(g)) LUTAX SUITS (U.S. Plaintiff efendant)	□ 375 False Cl □ 376 Qui Tan 3729(a) □ 400 State Re □ 410 Antitrus □ 430 Banks a □ 450 Comme □ 460 Deporta □ 470 Rackete Corrupt □ 480 Consum □ 490 Cable/S. □ 850 Securiti Exohan □ 890 Other St □ 891 Agricult □ 893 Envirom □ 895 Freedon Act □ 896 Arbitrat □ 899 Adminis Act/Rev	laims Act in (31 USC i)) sapportion of the Banking ree tion correction of the Corpanization or Credit at TV ess/Commo- ge tatutory Ac tural Acts mental Mat n of Inform ion strative Pro- ciew or App Decision ttionality on	ment g ced and ions diffies/ ctions tters nation ccedure peal of	
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V. ORIGIN (Place an "X" in		Demonda I C	7 4 B '		_					
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VI. CAUSE OF ACTIO	N 28 USC § 1332 Brief description of ca	use:		o not cite jurisdictional stat		versity):				
Breach of Contract/Breach of Covenar VII. REQUESTED IN COMPLAINT: □ CHECK IF THIS IS A CLASS ACTION UNDER RULE 23, F.R.Cv.P.				EMAND \$ CHECK YES only if demanded in complaint:						
VIII. RELATED CASE		- 5 - 7 - 7 - 7 - 7 - 7 - 7 - 7 - 7 - 7		£00,000.00	Jŧ	JAI DEMANU:	☐ Yes	XINo		
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